EXHIBIT 4

Page 1

UNITED STATES DISTRICT COURT

SOUTHERN DISTRICT OF NEW YORK

No. 07 civ. 8718 (RMB)

SIRI DIAZ, CAROLYN SIEGEL, TALIA BUMB,
BLERTA VIKKI, DANIELLE OWIMRIN, on behalf
of themselves and all others similarly
situated,

Plaintiffs,

- against -

SCORES HOLDING COMPANY, INC.; GO WEST ENTERTAINMENT, INC., a/k/a SCORES WEST SIDE; and SCORES ENTERTAINMENT, INC., a/k/a SCORES EAST SIDE,

Defendants.

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February 7, 2008 2:00 p.m.

Deposition of JOHN NEILSON, taken by Plaintiffs, pursuant to Notice, held at the offices of Outten & Golden LLP, 3 Park Avenue, New York, New York, before Jineen Pavesi, a Registered Professional Reporter, Registered Merit Reporter, Certified Realtime Reporter and Notary Public of the State of New York.

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Page 2
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     APPEARANCES:
     OUTTEN & GOLDEN LLP
     3 Park Avenue
     New York, New York 10016
                    Attorneys for Plaintiffs
 9
     BY:
                  TAMMY MARZIGLIANO, ESQ.
10
                    tm@outtengolden.com
11
12
13
     GREENBERG TRAURIG, LLP
     200 Park Avenue
15
     New York, New York 10166
16
                    Attorneys for Defendants
17
18
                  JERROLD F. GOLDBERG, ESQ.
     BY:
19
20
21
22
23
24
25
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Page 3
 1
     J O H N
                 NEILSON,
 3
     having first been duly sworn by a Notary
     Public of the State of New York, was
     examined and testified as follows:
     EXAMINATION BY
     MS. MARZIGLIANO:
                  Good afternoon, my name is
         Ο.
     Tammy Marzigliano, we met earlier, I
10
     represent the plaintiffs in this matter.
11
                  Have you ever been deposed
12
     before?
13
         Α.
                  Yes.
14
                  When were you deposed most
         Ο.
15
     recently?
16
                  2006.
         Α.
17
         Ο.
                  What was the matter in which
18
     you were deposed?
19
                  I can't remember.
         Α.
20
                  Was it involving your
         0.
21
     employment or was it a personal matter?
22
                  No, it was involving a business
23
     matter, not related to these matters,
24
     these entities.
25
                  What entity was it related to?
         Ο.
```

Page 4 1 NETLSON 2 Private business matter, no Α. 3 relationship to any of these entities. How many times have you been 0. deposed? Α. In how long? Ο. Ever. 20, 30. Α. 0. So you're very familiar with 10 this process. 11 Α. Unfortunately. 12 I will go through some of the 0. 13 ground rules, but obviously you have been 14 through this process before and you're 15 familiar with it. 16 As you know, this is under oath 17 and I need for you to answer all of my questions verbally, because, as you know, 19 the court reporter can't take down if you 20 nod your head or go uh-huh or anything 21 like that. 22 Also just to keep things easy 23 for the court reporter, I just ask that 24 you let me finish my question before you 25 answer and we can keep a nice straight

Page 10 1 **NETLSON** the Scores trademark to adult and 3 entertainment nightclubs, I work with EMS to determine if a potential licensee should or shouldn't become a licensee. What does EMS stand for? Α. Entertainment Management Systems, I believe, Services. 0. Entertainment Management 10 Services? 11 That's the way you have it Α. 12 here, we always refer to it as EMS. 13 But is that correct, sir, is 0. 14 Services correct? 15 I couldn't tell you whether it Α. 16 is services or systems, it is one of the 17 two. 18 Does anyone report to you in 19 your position as director and president? 20 Α. No, Scores Holding has no 21 employees. 22 Who do you report to? Ο. 23 Board of directors. Α. 24 Ο. Who is on the board of 25 directors?

```
Page 11
 1
                      NEILSON
 2
                  Curtis Smith, Elda Auerbach,
          Α.
 3
     and myself.
          0.
                  You're also on the board of
 5
     directors?
          Α.
                  Yes.
 7
          0.
                  Who owns Scores Holding
     Company?
                  It is a public company trading
         Α.
10
     on the -- over-the-counter bulletin
11
     board, it has approximately 630 plus
12
     shareholders.
13
                  Who is the majority
         0.
14
     shareholder?
15
         A.
                  You would have to define
16
     majority.
17
                  Who owns the most amount of
18
     shares, to the best of your knowledge, in
19
     Scores Holding Company?
20
                  Again, that's not a very clear
         Α.
21
     question.
22
                  Do you know whether there is
23
     someone that owns a majority, a higher
24
     percentage of shares --
25
                  There is nobody in Scores
         Α.
```

Page 12 1 NEILSON Holding that owns over 50 percent. 3 If you know, how many shares 0. does Richard Goldring own? 5 He would probably own around 40 Α. percent; if you look it up in the last 10-K you will see the exact number, it is filed with the SEC. Where is Scores Holding Company Q. 10 incorporated? 11 Α. Utah. 12 When was it incorporated? 0. 13 Α. Probably in the early 14 Seventies. 15 Where is the corporate offices 0. 16 located? 17 Α. New York City. 18 What is the address? Ο. 19 533 West 27th Street. Α. 20 0. Who owns the building? 21 A company called Westside Α. 22 Realty of New York, Inc. 23 Who leases the building? 0. 24 Actually, let me go back. Α. 25 Q. Sure.

Page 13 1 NEILSON 2 The actual registered office Α. address is in Fort Lauderdale, not in New 3 York. Again, if you define the 6 question, it has an office in New York, but the registered office, the office in which all correspondence relating to the company is sent on an official basis, is 10 in Fort Lauderdale. 11 What's that address? 0. 12 901 Northeast 3rd Street, Fort Α. 13 Lauderdale, Florida 33301. 14 The office in New York, the 533 0. 15 West 27th Street, what's there? 16 What's there? Α. 17 Yes. 0. 18 An office comprising Α. 19 approximately 300 square feet. 20 Are there any employees there? Q. 21 Curtis Smith works out of that. Α. 22 Curtis Smith? 0. 23 Curtis Smith. A. 24 What's his title? Ο.

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He is the CEO, and if I am in

Α.

25

Page 14 1 NETLSON 2 New York City, I may use it. 3 How many offices are in that Ο. building? Offices? Α. 6 Yes, or in that space. Ο. The space that Scores Holding Α. occupies is about 200 something square feet, it is about the size of that box 10 here, it has one desk, one filing cabinet 11 and one chair. 12 So Curtis Smith is there every 0. 13 day? 14 He sometimes works out of his Α. 15 home. 16 Other than Curtis Smith and you 17 occasionally, does anyone else work out of 18 that office? 19 Α. No. 20 Right now I am talking about 0. 21 Scores Holding Company, and when I move on 22 I will make that distinction, so you know 23 who I am referring to. 24 Does Scores Holding Company own 25 any properties?

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212-267-6868

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Page 15
 1
                      NEILSON
          Α.
                   No.
 3
                   Do they manage any properties?
          0.
          Α.
                   No.
 5
                   MR. GOLDBERG:
                                   Property
 6
     referring to real property?
 7
                   MS. MARZIGLIANO:
                                       Yes.
          Ο.
                   Does the corporation have any
     bank accounts?
10
          Α.
                   Yes.
11
                   What banks?
          0.
12
          Α.
                   I would have to verify that
13
     with Curtis Smith.
14
                   Do you know how many accounts?
          Q.
15
          Α.
                   No.
16
                   Does the corporation have an
          0.
17
     accountant?
18
                  Yes, it does.
          Α.
19
          Ο.
                  Do you know who the accountant
20
     is?
21
         Α.
                  I am having a block; again, if
22
     you look at the filings, it is on there.
23
                  The account manager is Carl
24
     Voght, but they have changed the name of
25
     the firm recently, I can't remember.
```

Page 16

1 NEILSON

- Q. If it comes to you let me know
- 3 at that point and then we can always ask
- for information to supplement and also to
- verify the bank accounts.
- Does this corporation issue any
- payroll checks?
- ⁸ A. Yes, it does.
- 9 Q. For whom does it issue payroll
- 10 checks?
- A. I believe just Curtis Smith.
- I make the statement now
- because it may save us a lot of time in
- messing around; Scores Holding Company is
- a public company, it is a fully reporting
- company that files 10-Qs and 10-Ks and has
- done so since the early Seventies.
- You would be much better
- informed printing out the last Form 10-K
- that we filed or actually the most recent
- 10-Q that we filed, all your answers will
- be on there, it will be more accurate than
- me trying to remember information and it
- would save us all a lot of time and legal
- fees if you did that.

Page 17 NEILSON I can ask you to produce that 0. 3 information. Or you can go on-line now and Α. print it up, go to Yahoo and print it up, it will take you all of five minutes. I appreciate that, in directing me, but we still have this process that we need to go through to get this 10 information. 11 It would be much more efficient 12 for you to rely on the Ks and Qs than my 13 memory. 14 We can also verify some of 0. 15 that. 16 Would that have the bank 17 account information on there? 18 It has all pertinent financial Α. 19 reporting information. 0. Speaking of Scores Holding 21 Company, what, if you know, are the 22 corporation's assets? 23 The trademark, the license Α. 24 agreements that are in place at this time.

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Anything else?

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Q.

25

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Page 18
 1
                      NEILSON
 2
          Α.
                   No.
 3
                   Does the corporation have a
          Ο.
     human resource department or any other
     departments?
 6
          Α.
                   No.
                   Does it negotiate service
          Ο.
 8
     contracts?
                   It has done in the past, yes.
          Α.
10
                   Does it purchase merchandise?
          0.
11
          Α.
                   Define merchandise.
12
                   Any kind of itemses, tangible
          0.
13
     items?
14
          Α.
                   Such as?
15
                   The diamond dollars or hats?
          0.
16
          Α.
                   No.
17
                   Or bar glasses?
          0.
18
          Α.
                   It does manufacture baseball
19
     caps and T shirts and other item, it does
20
     not manufacture or buy or sell bar
21
     glasses.
22
                   The hats --
          0.
23
          Α.
                  Novelty type.
24
                   What do you do with these
          Ο.
25
     novelty type items?
```

Page 19 1 NETLSON It sells them to clubs that use Α. 3 the Scores trademark. Does it have any subsidiaries; 0. again, talking about Scores Holding 6 Company? Α. Without referring to the 10-K and to the relevant legal counsel, I can't respond to that at this time. 10 Ο. Who is the relevant legal 11 counsel? 12 That would be Gotbetter & Α. 13 Partners, our corporate legal counsel. 14 Again, if you go and print off 15 the 10-K, the history of the company from 16 1999 is there in very clear, succinct, 17 written English and would save my time, 18 your time, my attorney's time, this very 19 good young lady on my right here, and it 20 would certainly be more effective than 21 relying on my memory which, due to my 22 age --23 Are you suggesting that it is

Q. Are you suggesting that it is maybe more efficient to postpone this for us to review it and have you come back

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Page 20

1 NEILSON tomorrow? 3 I am telling you if you want Α. answers to these questions in a clear way, go to the documents that we file with the government every quarter, that's why we do it and it will save a lot of time, because you are asking me questions that I can't remember, I would have to go to those 10 documents to refer to them to answer them. 11 MS. MARZIGLIANO: Off the 12 record. 13 (Discussion off the record.) 14 MS. MARZIGLIANO: I expect that 15 vou will produce all relevant documents 16 and whatever documents that you're 17 referring to, if we need to, we will call 18 you back. 19 As a 30(b)(6) witness, you're 20 here to testify about this information, so 21 we assume that you have this knowledge. 22 MR. GOLDBERG: He does, I don't 23 think he has indicated he doesn't, just 24 some of the specifics obviously he doesn't 25 recall and he has indicated may be

Page 21

1 NEILSON

- 2 reflected, but we will produce the 10-Ks
- 3 and 10-0s.
- MS. MARZIGLIANO: Thank you.
- ⁵ Q. Again, speaking about Scores
- 6 Holding Company, I believe I had asked
- whether there are any subsidiaries?
- ⁸ A. Without referring to the 10-Qs
- or 10-Ks, I can't answer that question
- accurately.
- 11 Q. To the best of your knowledge?
- A. Without referring to the
- documents, I can't answer that question
- accurately.
- 15 Q. Moving on to Entertainment
- Management Services, what is the
- relationship between Entertainment
- Management Services and Scores Holding
- 19 Company?
- A. Scores Holding Company gave a
- master license agreement to EMS, giving it
- the right to market, promote, advertise,
- and enter into licensing agreements with
- adult entertainment nightclubs to use the
- Scores trademark.

Page 22 1 NETLSON Who owns Entertainment 0. 3 Management Services? Α. It is owned by three individuals. What are their names? Α. Richard Goldring, Elliot Osher and Harvey Osher. Is there a relation between 0. 10 those two, Harvey and Elliot? 11 Α. Yes, there is. 12 Who operates and manages 0. 13 Entertainment Management Services? 14 Richard Goldring. Α. 15 What kind of company is 0. 16 Entertainment Management Services? 17 MR. GOLDBERG: Can you be more 18 specific? 19 What is its responsibilities, Ο. 20 what does it do? 21 All it does is enter into Α. 22 license agreements with potential 23 licensees to use the Scores trademark in 24 the area of adult entertainment and 25 nightclubs in exchange for a fee.

Page 23 1 NEILSON Where is its office? 0. 3 Its office, I believe it is at Α. 533 West 27th Street. Has it always been located Q. there, to the best of your knowledge? As far as I am aware. 8 Who is in that office, who 0. physically works in that office? 10 Richard Goldring. Α. 11 How many employees does 0. 12 Entertainment Management Services have? 13 I don't know. Α. 14 Again, for purposes of these Ο. questions, I am referring to Entertainment 16 Management Services, which you referred to 17 as EMS, correct? 18 Α. Yes. 19 Where is it incorporated? Ο. 20 I don't know. Α. 21 Do you know when it was Ο. 22 incorporated? 23 Α. No. 24 Do you know if the corporation Ο. 25 manages any properties?

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Page 24 1 NEILSON 2 No, it does not. Α. 3 Who are the corporate officers Ο. of the corporation? I don't know. Α. Ο. Do you know who the president 7 is? I know that Richard Goldring is Α. a corporate officer, but I can't tell you 10 exactly what his specific title is. 11 0. Do you know who the CEO is? 12 Α. No. 13 The controller? 0. 14 Α. They don't have one, as far as 15 I know. 16 Do you know if this 0. 17 corporation, referring to EMS, has any 18 bank accounts? 19 Again, I couldn't tell you Α. 2.0 specifically without reviewing the

21 relevant documents to determine if it does 22 or doesn't.

23 When you say relevant 24 documents, you're referring to what? 25

Bank accounts pertaining to Α.

Page 25 1 NEILSON EMS. 3 The only way you can get this information is if you reviewed the bank accounts of EMS? By saying do you have any bank accounts, show me the statements, and then I would look at the statements and say, oh, you have bank accounts. 10 0. Does EMS have an accountant? 11 I don't know. Α. 12 Do you know if EMS issues any 0. 13 payroll checks? 14 I don't know. Α. 15 Do you know if there is any Q. 16 employees of EMS? 17 Α. I don't know. 18 Do you know what EMS' corporate 19 assets are? 20 Α. No. 21 Do you know if EMS purchases Ο. 22 merchandise? 23 I don't know. Α. 24 Do you know if it oversees any 25 budgets, EMS?

19 Westside, Scores Eastside, Scores New

20 Orleans, Scores Miami.

21 That's it, I believe.

22 What is your relationship with 0.

23 with EMS, if any?

24 I oversee as part of my Α.

25 responsibilities in Scores Holding that

Page 27

1 NEILSON

- they are not doing anything that would be
- deemed detrimental to the trademark and
- 4 they and I work together on the license
- 5 agreements.
- 6 Q. What do you mean detrimental to
- the trademark, can you give me an example.
- ⁸ A. That they are not using the
- ⁹ trademark in a detrimental way.
- 10 Q. What would you define as
- detrimental, can you give me an example of
- what you would think would be detrimental?
- 13 A. Licensing the trademark to a
- business that is not -- that does not
- portray the right image for the trademark.
- 16 Q. What is the image?
- A. Upscale, expensive.
- Q. Expensive what?
- A. An expensive place to go.
- Q. Going through these entities,
- starting with Scores Baltimore, do you
- know who owns that entity?
- A. Not without referring to the
- license agreement, I can't give you the
- specific name of the entity that owns it.

Page 28 1 NEILSON 2 Do you know who runs it and 0. 3 operates it? Α. Andrew Ali. Who is responsible for the Ο. day-to-day operation? Andrew Ali. Α. Who has the authority to hire 0. workers there? 10 I don't know. Α. 11 0. What process, if any, do you 12 know they go through to hire workers? 13 I don't know. Α. 14 At the Scores Baltimore? Ο. 15 Α. I don't know. 16 0. Who determines the rate of pay 17 for workers at Scores Baltimore? 18 I don't know. Α. 19 Do you know who sets the rate 20 of pay for workers at any of the entities 21 that you just named? 22 Α. No. 23 Do you know whether anyone 0. 24 outside that work at any of these entities

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that you just named, Scores Baltimore,

25

Page 25 of 52 Page 29 1 NETLSON Scores Chicago, Las Vegas, Westside, 3 Eastside, Scores New Orleans and Scores Miami, who has the power to set the rate of pay? Α. No. Going back to Scores Baltimore, Ο. is this incorporated, Scores Baltimore? 9 Α. I don't understand the 10 question. 11 0. Is it a corporation? 12 Α. I don't know. 13 You don't understand the 14 question or you don't know if it is a 15 corporation? 16 I don't know without referring Α. 17 to the relevant license agreement and 18 seeing the exact corporate name whether it 19 is incorporated or not incorporated. 20 If when I review the license 21 agreement I can't tell whether or not it 22 is incorporated or not, my answer would be 23 that I would have to refer to the owner to

25 Is that your position with Q.

get that information.

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2.4

Page 30

1 NEILSON

- Scores Baltimore, Scores Chicago, Scores
- Las Vegas, Scores Westside, Scores
- Eastside, Scores New Orleans and Scores
- ⁵ Miami?
- ⁶ A. The only information that we
- have in Scores Holding and through the
- 8 conversations and negotiations that take
- 9 place with EMS in relation to these
- licensing agreements is that we deal
- directly with the owner, we do not
- participate in their operation, we do not
- participate in their policies, we do not
- advise or discuss with them how they run
- their businesses.
- Our pure and sole
- responsibility is that we let them enter
- in a license agreement that allows them to
- use the name; in return they pay a fee,
- and the only control factor that we have
- is to maintain that the trademark is not
- damaged in any way by the licensee, that
- the licensee only uses the trademark in
- the way in which they have licensed it
- 25 for.

- 1 NEILSON
- 2 Are you privy, though, to the 0.
- 3 policies and procedures that go on?
- No, absolutely not; two Α.
- reasons; firstly, it is illegal in most
- states for anybody who isn't on the liquor
- license and we are on no liquor licenses,
- to participate in those areas.
- Secondly, as a licensing
- 10 company, we're not involved in the
- 11 day-to-day management or operation of
- 12 those businesses.
- 13 Ο. Are you --
- 14 Α. Nor do we desire to be.
- 15 Are you privy to the day-to-day Ο.
- 16 operations of Scores Westside?
- 17 Minimally. Α.
- 18 Tell me what you are privy to, Ο.
- 19 talking about Scores Westside?
- 20 They operate as an adult Α.
- 21 entertainment club in New York City using
- 22 the name Scores West.
- 23 Their name is Scores West? Ο.
- 24 Α. Scores West.
- 25 Do you know who owns Scores Q.

Page 32 1 NEILSON West? 3 Α. Yes. Who owns Scores West? Ο. Richard Goldring, Elliot Osher. Α. Where is Scores West located? Ο. 7 528 West 28th Street. Α. Do you know whether Scores West 0. is incorporated? 10 Α. Yes, it is. 11 Do you know when it was Ο. 12 incorporated? 13 Without referring to the Α. 14 corporate documents, I couldn't verify the 15 exact date. 16 Do you know whether Scores West Ο. 17 owns any properties? 18 Define properties. Α. 19 Real property. Ο. 20 Α. Define real property. 21 Any land, any buildings, any 0. 22 other entities. 23 No, Go West only owns the Α. 24 fixtures and fittings and equipment in the 25 location.

- NEILSON
- 2 Who is the corporate officers 0.
- 3 of Scores West?
- 4 Richard Goldring and Elliot Α.
- Osher.

1

- Who is the president of Scores 0.
- West?
- 8 Richard Goldring. Α.
- 0. Who is the CEO of Scores West?
- 10 I don't know if they have one. Α.
- 11 Do you know if they have a 0.
- 12 controller at Scores West?
- 13 I don't think they have a Α.
- 14 controller.
- 15 Do you know whether Scores West 0.
- 16 has any bank accounts?
- 17 I don't know. Α.
- 18 Do you know whether Scores West Ο.
- 19 has an accountant?
- 20 I don't know. Α.
- 21 Do you know whether Scores West Ο.
- 22 issues any paychecks?
- 23 Yes, it does. Α.
- 24 Do you know for whom? Ο.
- 25 Employees of Go West. Α.

1 NEILSON

- So I'm clear, the employees at 0.
- 3 Go West, their paychecks are from Go West,
- it says from Go West, is that what you're
- saying?
- I believe so. Α.
- Do you know how many employees Ο.
- work at Go West?
- Α. No.
- 10 Scores West? 0.
- 11 Α. No.
- 12 I want to be clear; is it Go 0.
- 13 West or Scores West?
- 14 Corporate name is Go West Α.
- 15 Entertainment, Inc.; establishment's name
- 16 is Scores West, refers to as Scores West
- 17 or Scores Westside.
- 18 Do you know Go West, the Ο.
- 19 corporation's assets, what they are?
- 20 Α. No.
- 21 Do you know if Go West has an
- 22 employee handbook?
- 23 Α. Yes.
- 24 Does Scores Holding Company Ο.
- 25 have an employee handbook?

Page 35 1 NEILSON 2 Α. No. 3 Does EMS have an employee 0. handbook? Α. Not to my knowledge. 6 Do you know if Go West has a Ο. human resource department? 8 Α. Not to my knowledge. Do you know whether Go West can 0. 10 purchase merchandise? 11 I don't understand the Α. 12 question. 13 Similar merchandise, novelty 0. 14 items, baseball caps, things like that? 15 Still don't understanding the Α. 16 question. 17 Do you know whether they 0. 18 purchase merchandise, do they purchase 19 merchandise, for example, with the Scores 20 logo from Scores Holding Company or do 21 they purchase it elsewhere? 22 From Scores Holding Company. Α. 23 Who runs Scores Westside, Go Ο. 24 West? 25 Richard Goldring. Α.

Case 1:07-cv-08718-RMB-THK Document 30-5 Page 36 1 NEILSON Who runs the day-to-day 0. operations of Go West? Richard Goldring. Ά. Who has authority at Go West to 0. 6 hire workers? I don't know. Α. R Who sets the rate of pay for Ο. workers at Go West? 10 I don't know. Α. 11 Do you know who signs the Ο. 12 paychecks for Go West employees? 13 Richard Goldring. Α. 14 Would it be fair to say that he 0. 15 sets the rate of pay for these employees 16 at Go West? 17 I don't know. Α. 18 If he did not, who do you 19 believe would set the rate of pay for 20 employees at Go West? 21 Mr. Goldring or one of his 22 subordinate managers. 23

Who tells workers what to do at 0.

24 Go West?

25 Α. Managers.

Page 37 1 NEILSON 2 0. How many managers are at Go 3 West? I couldn't give you an exact Α. number at this time. 6 An estimate, is there more than 12? 8 I am not going to estimate a Α. number that I don't know. 10 Is it more than 12, to the best 0. 11 of your knowledge? 12 I doubt it. Α. 13 What role, if any, do you play 14 in Go West? 15 Mr. Goldring will from time to Α. 16 time ask my advice on certain matters. 17 Like what? 18 Business decisions, decisions Α. 19 relating to the operation of the business, 20 ideas, suggestions. 21 Could you give me an example, 0. 22 please. 23 Should we make this invitation Α. 24 red or blue, should I talk to this person 25 about doing a promotion, how can I make

Page 38 1 NEILSON the club more profitable, how can I deal with competitive issues, things like that. 0. Thank you. Who has the power at Go West to fire employees? I don't know. Α. If it is not Mr. Goldring, who 0. do you believe would have the power to 10 fire employees? 11 One of his managers. 12 0. Would the ultimate decision, if 13 you know, fall on Mr. Goldring? 1.4 Α. I doubt it. 15 The other entity that you Ο. 16 mentioned was Scores Eastside. 17 Is there another name for it or 18 is that it, Scores Eastside? 19 Scores East, Scores Eastside; Α. if you look at the license agreement, you 21 will see the specific name we gave them. 22 Is it 333 East 60th Street? Ο. 23 That's the corporation. Α. 24 Is it incorporated; that would Ο. 25

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be yes?

Page 39 1 NEILSON 2 Yes. Α. 3 Do you know where it is 0. incorporated, referring now to Scores Eastside? New York. Α. Do you know the address? 0. Α. Which address? Its principal place of 0. 10 business. 11 333 East 60th Street, strangely A. 12 enough. 13 Do you know whether Scores Ο. 14 Eastside, whether the corporation owns any 15 properties? 16 Again, define properties. Α. 17 Real property, do they own any 0. 18 buildings, any land. 19 Α. No. 20 Does Scores Eastside manage any Q. 21 properties? 22 Α. No. 23 Who is the owner of Scores Ο. 24 Eastside? 25 Richard Goldring and Elliot Α.

Page 40 1 NEILSON Osher. 3 Who is the president of the 0. corporation? Α. Richard Goldring. 6 Who is the CEO of the Ο. corporation? Α. I don't know that they have one. 10 Do you know if they have a Ο. 11 controller? 12 Α. I don't know. 13 Do you know if this corporation Ο. 14 has any bank accounts? 15 Α. I don't know. 16 Do you know if this corporation Ο. 17 has an accountant? 18 A I don't know. 19 Do you know if this corporation 0. 20 issues any payroll checks? 21 Α. Yes, it does. 22 To whom do they issue checks? Ο. 23 Employees. Α. 24 Do you know how many employees 0. 25 are at Scores Eastside?

```
Page 41
 1
                      NETLSON
          Α.
                   No.
 3
                   Do you know from what bank
          0.
     account these payroll checks are issued
 5
     from?
          Α.
                  No.
                  Do you know whether Scores
          0.
 8
     Eastside has a human resource department?
                   Don't know.
          Α.
10
                  Do you know whether this
11
     corporation, Scores Eastside, has any
12
     assets?
13
                  Define assets.
          Α.
14
                  Property, equipment, money.
          Ο.
15
          Α.
                  The only assets it has is the
16
     fixtures, fittings and property at the
17
     location.
18
                  Do you know whether Scores
19
     Eastside has an employee handbook?
20
                  Yes, it does.
         Α.
21
                  Is it the same employee
         Ο.
22
     handbook that Scores Westside has?
23
                  Similar.
         Α.
24
                  What are the differences?
         Ο.
25
         Α.
                  The Scores East handbook refers
```

Page 42 1 NEILSON to Scores East and the Scores West refers to Scores West. But the policies and procedures Ο. within it are the same substantively speaking? Substantively speaking, yes. Α. Do you know whether Scores 0. Eastside has any subsidiaries? 10 Α. No. 11 Do they purchase their Ο. 12 merchandise from Scores Holding Company? 13 Α. Yes. 14 0. Who runs the day-to-day 15 operations of Scores Eastside? 16 Α. Richard Goldring. 17 Who has the authority to hire 0. 18 the workers at Scores Eastside? 19 Α. I don't know. 20 Who has authority to fire Ο. 21 workers at Scores Eastside? 22 Α. I don't know. 23 Who issues the paychecks at Ο. 24 Scores Eastside? 25 I don't know. Α.

			Page 43
1		NEILSON	
2	Q.	Who signs the paychecks at	
3	Scores East	side?	
4	Α.	Richard Goldring.	
5	Q.	Who directs the workers on what	
6	to do?		
7	Α.	Management team.	
8	Q.	At Scores Eastside?	
9	Α.	The management team.	
10	Q.	Does anyone else have the power	
11	to direct t	he workers at the Scores	
12	Eastside?		
13	Α.	Not that I know of.	
14	Q.	Would Mr. Goldring have the	
15	power to di	rect the workers at Scores	
16	Eastside?		
17	Α.	He owns the business, I would	
18	imagine so.		
19	Q.	Do you know whether Mr.	
20	Goldring se	ts the company policies at the	
21	Scores Eastside?		
22	Α.	I don't know.	
23	Q.	Do you know whether he does at	
24	the Scores	Westside?	
25	Α.	I don't know.	

Page 44 1 NEILSON 2 0. Who determines the hours of 3 operation for the Scores Eastside? Α. Richard Goldring and the law. Who sets the hours of operation Ο. for the Scores Westside? Α. Richard Goldring and the law. Are they the same hours of operation? 10 I believe so, but I haven't Α. 11 checked recently. 12 Who determines what merchandise 13 Scores Holding Company is going to 14 purchase, in other words, the hat, the 15 logos and novelty items that you mentioned 16 before, who makes that decision? 17 Myself and Curtis Smith and 18 Elda Auerbach. 19 Are the other entities, Scores Ο. 20 Eastside and Westside, required to 21 purchase that merchandise from Scores 22 Holding Company? 23 If it is an item that Scores Α. 24 Holding has, yes. 25

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Does Mr. Goldring participate

Q.

			Page 45
1		NEILSON	
2	in negotiat	ting contracts?	
3	Α.	What sort of contracts?	
4	Q.	These licensing agreements.	
5	Α.	As the president of EMS, yes.	
6	Q.	To the best of your knowledge,	
7	does he visit Scores Eastside?		
8	Α.	I imagine so.	
9	Q.	To the best of your knowledge,	
10	does Mr. Go	oldring visit Scores Westside?	
11	Α.	I imagine so.	
12	Q.	Do you know of any incidents ir)
13	the Scores	Eastside that Mr. Goldring has	
14	fired or d	isciplined an employee?	
15	Α.	No.	
16	Q.	Do you know of any incidents ir	J
17	the Scores	Westside that Mr. Goldring has	
18	fired or di	isciplined an employee?	
19	Α.	No.	
20	Q.	Scores Entertainment	
21	Incorporate	ed, are you familiar with that	
22	entity?		
23	Α.	Yes.	
24	Q.	What was that entity?	
25	Α.	It was a prior owner of Scores	

Page 46 1 NEILSON East before it was acquired by 333 East 60th Street, Inc. Ο. Who owned that entity? Α. Irving Bilzinsky. 6 What was the time period in Ο. which he owned that entity? 1990 through 2001 or 2002. Α. What is the relationship 0. 10 between Scores Entertainment, Inc., and 11 EMS? 12 None that I am aware of; I Α. 13 would have to review the license 14 agreements to see if EMS actually entered 15 into a license agreement with Scores 16 Entertainment, Inc., or whether its 17 license agreement was only with 333 East 18 60th Street, Inc. 19 You said 333 East 60th Street Ο. 20 took over Scores Entertainment, Inc., is 21 that correct? 22 Over the location, the Α. 23 business, that was owned by Scores 24 Entertainment, Inc. 25 So if Scores Entertainment, Ο.

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- 1 NETLSON
- Inc., didn't have an agreement with EMS,
- 3 would it have one with Scores Holding
- Company?
- I would have to review the Α.
- documents to answer that question.
- What documents would you need
- to review to answer that?
- Α. The licensing agreements.
- 10 MS. MARZIGLIANO: Can you mark
- 11 this as Plaintiffs' Exhibit 6.
- 12 (Plaintiffs' Exhibit 6, Rule
- 13 7.1 of the Federal Rules of Civil
- 14 Procedure, was marked for identification,
- 15 as of this date.)
- 16 Showing you what's been marked
- 17 as Plaintiffs' Exhibit 6.
- 18 Have you ever seen this
- 19 document before?
- 20 (Witness perusing document.)
- 21 Α. No.
- 22 What is this document? 0.
- 23 Α. Statement pursuant to Rule 7.1
- 24 of the Federal Rules of Civil Procedure.
- 25 If you can take a minute and Q.

```
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 1
                     NETLSON
     read the document.
                   (Witness perusing document.)
         Α.
                  Okay.
                  Have you had an opportunity to
          Ο.
     read it?
                  Yes.
         Α.
                  Is the information in there
          0.
     accurate?
10
         Α.
                  Yes, it is.
11
                  Is there anything that's not
          Ο.
12
     listed on this statement that should be
13
     listed?
14
                                  Objection, this
                  MR. GOLDBERG:
15
     is a legal document that's submitted to
16
     the court for purposes of determining
17
     disqualification of the judges and I don't
     think the witness should be answering a
19
     legal question about whether the document
20
     contains something that is or isn't
21
     required.
22
                  I think it is an inappropriate
23
     question and I will direct him not to
24
     answer that.
25
                  The information that is in
         Q.
```

Page 49 1 NEILSON 2 there is accurate, correct? Well, I can't tell you whether Α. the Rule 7.1 is accurate, but I can tell you that 1 and 2 are accurate. Thank you? Q. MS. MARZIGLIANO: I just need 8 five minutes. (Recess taken.) 10 BY MS. MARZIGLIANO: 11 We talked about Scores 12 Eastside, we spoke about Scores Westside. 13 We started speaking about 14 Scores Baltimore; is it my understanding 15 that you're not aware regarding Scores 16 Baltimore about whether or not it is 17 incorporated or who the owner is? 18 I don't believe that's what I Α. 19 answered. 20 What I answered was if I look 21 at the relevant license agreements, I can 22 verify to you who is the corporate owner 23 and who is the corporate officer that 24 signed the license agreement. 25 Which we don't have and has not

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Ο.

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- been produced to us.
- A. Again, if you go online to
- Scores Holding and look in the 10-Q and
- ⁵ 10-Q filings, all the license agreements
- are attached in the relevant quarter in
- ⁷ which they were signed and you can see all
- 8 the documents.
- MR. GOLDBERG: We will provide
- that document; I think the witness earlier
- testified he knew the individual who was
- the responsible person for Scores
- Baltimore, but he didn't know if the
- corporation was the actual licensee.
- Q. Who is the owner of Scores
- Baltimore?
- ¹⁷ A. The question you actually asked
- was who is responsible for the day-to-day
- management of Scores Baltimore and I
- answered Andrew Ali.
- 21 Q. Is Andrew Ali also the owner?
- A. I couldn't tell you.
- Q. Do you know who the owner is?
- ²⁴ A. Yes, I do.
- Q. Who is the owner?

Page 51 1 NEILSON Α. It is a corporation. 3 Do you know who the corporate Ο. officers are and directors? Α. No. 6 Do you know when it was Ο. incorporated? Α. No. Do you know where the corporate 0. 10 officers are located regarding Scores 11 Baltimore? 12 Α. No. 13 Do you know whether Scores 0. 14 Baltimore manages any properties, real 15 properties, businesses? 16 No, we do not involve ourselves 17 in the operation, ownership, of these 18 businesses. 19 Our only relationship is that 20 we license the Scores name to them in 21 exchange for a fee and our only 22 relationship to those entities is, A, to 23 receive a fee for the use of the name 24 whilst they use it; B, make sure that the 25 money they pass is correct, make sure the

1 NETTISON

- fee they pay is correct, in other words,
- they send the statements and say we owe
- you X and we make sure they pay us X, and,
- 5 3, that they do not do anything that's
- 6 detrimental to the trademark or would be
- an infringement on the license agreement.
- That is the extent of our
- 9 relationship with any licensee, we do not
- manage their business, do not advise them
- on their businesses, do not set policies
- on their business, we do not involve
- ourselves in the day-to-day management of
- their businesses at any level at all.
- Q. When you say "they," who are
- you referring to?
- ¹⁷ A. The licensees.
- Q. When you say "licensees" who
- are you referring to?
- A. Anybody who is using the Scores
- trademark.
- Q. I understand that, but you're
- here today to give testimony on the
- ownership, management, and organizational
- structure of various different

```
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 1
                     NETLSON
 2
     corporations, you understand that,
     correct?
                  Yes, and the corporations you
         Α.
     have listed here are Scores Holding
     Company, Go West Entertainment, Inc.,
     Scores Entertainment, Inc., Entertainment
     Management Services, and that's it, four
     corporations.
10
                  That is the limit of this.
11
                  So --
         Ο.
12
                  Of this notice of deposition
         Α.
13
     pursuant to Rule 30(b)(6).
14
                  So we're talking about the
         Ο.
15
     different entities.
16
                  Going back to this Scores
17
     Baltimore, and if you know the
18
     information, great, if you don't, just let
19
     me know, do you know whether Scores
20
     Baltimore has any bank accounts?
21
         Α.
                  No.
22
                  Do you know who Scores
         Ο.
23
     Baltimore's accountant is?
24
         Α.
                  No.
25
                  Do you know whether Scores
         Ο.
```

```
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                      NEILSON
 2
     Baltimore issues any paychecks?
          Α.
                  No.
                  Does Mr. Goldring have any
     involvement, to the best of your
     knowledge, with Scores Baltimore?
                  No, he does not.
         Α.
                  You don't know or you know he
          0.
     doesn't?
10
                  Mr. Goldring has no involvement
         Α.
11
     with Scores Baltimore, Scores Chicago,
12
     Scores Las Vegas, Scores New Orleans or --
13
                  Does he have any involvement in
          0.
14
     Scores Miami?
15
                  That business is currently
         Α.
16
     closed.
1.7
                  Scores Miami is currently
         0.
18
     closed?
19
         Α.
                  Yes.
20
                  When did it close?
          0.
21
          Α.
                  A year ago.
22
                  Who owns Scores Miami?
          0.
23
          Α.
                  A corporation.
24
                  What is the name of the
         0.
25
     corporation?
```

Page 55 1 NEILSON 2 Ά. Scores -- SMG Entertainment, 3 Inc.. Do you know who the officers Ο. and directors were of that corporation, SMG Entertainment? Not without referring to the Α. relevant paperwork. Do you know why it closed, SMG 0. 10 Entertainment, Inc.? 11 Because they were -- the 12 owners were looking to redevelop that 13 location, that piece of real estate. 14 0. What do you mean the owners, 15 the owners of the building where it was 16 located or the owners of SMG? 17 The owners of the real estate. Α. 18 Did SMG --Ο. 19 For SMG, I don't have the Α. 20 information, it is not on the notice of 21 deposition, it is not listed as a 22 corporation on there, it is not part of 23 the corporation, and as I have stated in 24 relation to all of those relevant 25 corporations, Baltimore, Chicago, Las

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- Vegas, et cetera, other than the person
- who signed the license agreement, other
- 4 than the corporate name that is on the
- blicense agreement, other than discussions
- 6 about the license agreement, I have no
- knowledge of anything to do with those
- businesses, they are independently owned,
- operated, managed, and run.
- 10 Q. So you have no testimony to
- give today regarding Scores Baltimore?
- 12 A. I can't give you any testimony.
- Q. And you have no --
- A. We succinctly and clearly --
- Scores Holding and EMS clearly and
- succinctly avoid, intentionally do not get
- involved, in how these people run and
- manage their businesses.
- All we do is license the name,
- the only parameter we require from the
- operator of that club is two-fold; one,
- all actions that they take in the club
- must be legal or they risk losing the use
- of the license agreement, and, secondly,
- that they must conform to an operating